Fact Sheet December 2002

# Fact Sheet Recorded Land Use Covenants (Assembly Bill 2436)



DTSC is one of six Boards and Departments within the California Environmental Protection Agency. The Department's mission is to restore. protect and enhance the environment, to ensure public health, environmental quality and economic vitality, by regulating hazardous waste. conducting and overseeing cleanups, and developing and promoting pollution prevention.

State of California



California Environmental Protection Agency



## **BACKGROUND**

Utilizing land use covenants is one of the methods that DTSC uses to protect the public from unsafe exposures to residual contamination that is left in place upon closure of a hazardous waste disposal facility, as part of either a short or long-term stabilization action, a corrective action, or a planned removal or remedial action. The term "land use covenants," as used in this fact sheet includes: written instruments and agreements restricting land uses, easements, servitudes, and land use restrictions. Recorded land use restrictions (or covenants) are provisions set forth in a document which can specify requirements on real property and affect the title, which is the evidence of ownership, to property. Land use covenants are recorded at the county recorder's office so that they will be found during a title search of the property deed. Land use covenants entered into or required by DTSC "run with the land," i.e., are binding on current and subsequent property owners, and remain in effect until they are formally removed or modified, pursuant to Health and Safety Code sections 25233, 25234, and 25398.7.

Previously enacted legislation, Assembly Bill (AB) 871 (Chapter 430, Stats. 1998) required the Department of Toxic Substances Control (DTSC) to maintain a list of all land use covenants recorded pursuant to Health and Safety Code sections 25200, 25200.10, 25202.5, 25222.1, 25229, 25230, 25355.5, and 25398.7. At a minimum, this list must provide the street address, or if a street address is not available, an equivalent description for a rural location or the latitude and longitude of each property. DTSC is also required to update the list as new land use covenants are recorded, make the list available to the public, upon request, and shall place the list on DTSC's Internet website. The list, and a fact sheet describing AB 871, is available on DTSC's website at: www.dtsc.ca.gov/Mandated Postings.html#deed.

# NEW LEGISLATION - POSTING RECORDED LAND USE COVENANTS ON DTSC WEBSITE

DTSC's Recorded Land Use Covenants List To Be Expanded

AB 2436 (Chapter 592, Stats. 2002), effective January 1, 2003, directs DTSC to

covenants recorded pursuant to Civil Code section 1471) all of the following:

1) a description of the location for each property that includes the address and assessor's parcel number, or if a street address or assessor's parcel number is not available, the list must include a description of the location or the location's geographic coordinates; 2) a description of any restricted uses of the property and any contaminants known to be present; and 3) any remediation, if known, that would be required to allow for its unrestricted use. The bill also allows for the posting of the entire land use covenant document in lieu of providing the latter two descriptions.

In addition to providing the required listing of covenants, DTSC intends to post the entire land use covenant document on its Internet website. The requirements of AB 2436 are prospective, effective after January 1, 2003; however, DTSC is in the process of computer scanning any current and previously recorded land use covenants that it has entered into under the listed statutory authorities. Once the scanning project is completed, DTSC will be providing access to these documents via DTSC's website. For all land use covenants recorded on or after January 1, 2003, these documents will be electronically entered into the website.

### **New Requirements For County Recorder's Offices**

Pursuant to AB 2436, county recorders are authorized to send a copy of any land use covenant, recorded pursuant to Civil Code section 1471, to Cal/EPA for posting on its Internet website, unless the recorded land use covenant is entered into with either DTSC, California Integrated Waste Management Board, State Water Resource Control Board, or a Regional Water Quality Control Board. County recorders have immunity from liability if they do not send the land use covenant to Cal/EPA, and are permitted to assess a reasonable fee to cover the costs associated with sending land use covenants to Cal/EPA. A recorded land use covenant imposed due to the presence of a hazardous material must remain with the property when it is sold or otherwise transferred, unless the land use covenant states otherwise.

#### DTSC'S PROPOSED LAND USE COVENANT REGULATIONS

DTSC has proposed regulations, "Requirements for Land Use Covenants," Department Reference Number R-99-17. These regulations apply to DTSC only and not to land use covenants required by Civil Code section 1471. These regulations would establish the requirement for sites under DTSC's jurisdiction to record land use covenants when residual contamination is left in place that is incompatible with unrestricted land use. DTSC plans to adopt these regulations on or before January 2003.

#### AVAILABILITY

For more information regarding land use restrictions and land use covenant agreements, please see DTSC's fact sheets entitled "Land Use Covenant Agreements

In California," and "Recorded Land Use Restrictions (AB 871)," as well as DTSC's Official Policy and Procedure #87-14 entitled "Development and Implementation of Land Use Covenants (1990)," which includes a revised Model Deed Restriction Document dated August 7, 1998. In addition, other documents which pertain to land use covenants: DTSC proposed regulations "Requirements for Land Use Covenants," and a Management Memo #EO-02-002-MM entitled "Response Actions for Sites Where Future Use May Include Sensitive Uses" are on DTSC's website. These documents are available by connecting to DTSC's home page at:

www.dtsc.ca.gov/SiteCleanup/index.html . You may also obtain a copy of DTSC's Site Mitigation and Brownfields Reuse Program's list of recorded land use covenants by contacting the office listed below.

Department of Toxic Substances Control Site Mitigation and Brownfields Reuse Program Planning and Policy Unit P.O. Box 806 Sacramento, CA 95812-0806 (916) 327-4258